

Illinois Investment Policy Board
Minutes of the regular meeting of the board
June 10, 2020

Call to Order

A meeting of the members of the Illinois Investment Policy Board ("Board"), meeting as a committee of the whole to address all Board matters, opened pursuant to special executive order via teleconference made available for public attendance on June 10, 2020 at 11:26 am. A quorum was in attendance.

The following members of the Board were in attendance: Mitchell Goldberg (Board Chair); Dipesh Mehta; Martin Noven; Andrew Lappin.

Also in attendance was Monica-Kaye Gamble, executive secretary and counsel to the IIPB.

Public Comments

None.

Minutes of Prior Meetings

The committee and board minutes of the April 17, 2020 meeting was approved (Motion by Lappin, seconded by Ingram; 6-0).

Administrative Matters

A discussion was had regarding Gamble fees. Gamble to submit to Goldberg for approval. A discussion was had regarding the updating the vendor contract for the Expatriated Entities list. Mehta reported that it automatically renews and that MSCI does not have the capability yet to address that list. The issue of vendor contracts will be addressed at the September 9, 2020 meeting.

Business

Ingram reported on the earlier meeting of the Committee on Sudan and Iran Restrictions and Expatriated Entities. He reported that the Committee recommends that Moller Maersk and Bureau Vitas be removed from the published list upon confirmation of receipt of certifications of compliance. He further reported that there was an ISIN number changed regarding one entity: Total Capital International SA and that the Committee recommends that the IIPB have the Pension Systems disseminate that new information to the managers.

He reported that there has been no update as to legislative changes to address apparent legislative language confusion challenging the work of the IIPB as to Sudan-related restrictions. Accordingly, the Committee suggest that the full IIPB that the Board submit a request for opinion as to the interpretation of the statute to the Illinois Attorney General.

The Committee also discussed updates to the Expatriated Companies list by the vendor: The following additional companies have been identified:

1. AON PLC;
2. Altisource Portfolio Solutions SA;
3. Valaris PLC (fka Ensco Rowan PLC);
4. Invitel Holdings A/S;
5. ConvaTec Healthcare D S.a.r.l (subsidiary of Convatec Group PLC);
6. Tycome Ltd;

7. Gold Reserve, Inc.;
8. Everest Re Group Ltd.;
9. White Mountains Insurance Group Ltd.;
10. Accenture PLC;
11. Weatherford International PLC;
12. Herbalife Nutrition Ltd.;
13. Loral Space & Communication Ltd.

He reported that the Committee voted recommends that letters be sent to these entities stating that they have been identified as Expatriated Companies under the IL statute and that further action be taken at the next meeting, as needed.

A motion was made by Oberman (seconded by Lappin) to adopt the Committee's Recommendations. The motion passed (6-0).

Goldberg reported on the earlier meeting of the Committee for Israel Boycott Restrictions. He reported that, per the request of the vendor, the Committee recommends the Board seek to identify ISIN or other identifying numbers for Heva and Ramphastos to give to the vendor. He reported that the Committee addressed updates from the vendor as to the list of restricted entities. Several entities were not on the vendor list. He reported that the Committee recommends that the IIPB send the list of entities to the vendor for comment as to exclusion and to take up possible revisions to the public list at the September meeting. He further reported that the list provided by the vendor also identified the following additional entities:

1. Adidas AG;
2. Air Canada;
3. Alstom SA;
4. Barclays PLC;
5. BNP Paribas SA;
6. Bombardier Inc.;
7. Brimstone Investment Corporation Limited;
8. Caisse Des Depsits Et Consignations;
9. CRH Public Limited Company;
10. Dexia SA;
11. HBC Holdings PC;
12. Korea Shipbuilding and Offshore Engineering Co. Ltd.;
13. Maquarie Group Ltd.;
14. Microsoft Corporation;
15. Nordea Bank Abp;
16. Orange SA;
17. Siemens Aktiengesellschaft;
18. Veolia Environment SA.

He reported that the Committee recommend that letters be sent to these entities stating that they have been identified as Companies that Boycott Israel in violation of the Illinois statute and that further action be taken at the next meeting, as needed.

A motion was made (by Oberman, seconded by Lappin) to approve the recommendations of the Committees and to authorize such action recommended. The motion passed (6-0).

Other Business

None.

Upcoming Meetings

The next meeting of the Committee on Sudan and Iran Restrictions and Expatriated Entities is scheduled for September 9, 2020 at 11:10am unless otherwise scheduled, in which case notice shall be sent. The Committee on Israel Boycott Restrictions shall take place on September 9, 2020 immediately at the conclusion of the prior committee meeting. The Illinois Investment Policy Board will meet on September 9, 2020 immediately at the conclusion of the meeting of the Committee on Israel Boycott Restrictions.

Adjournment

Per a motion to adjourn (by Lappin, seconded by Ingram; 7-0), the meeting ended at 11:59 am.